

**Mutual
OF OMAHA**

V. J. SKUTT, President

OMAHA, NEBRASKA

THE LARGEST EXCLUSIVE HEALTH & ACCIDENT COMPANY IN THE WORLD

APP 11/13/61

October 27, 1961

STAT

[Redacted]
Government Employees Health Association
P. O. Box 463
Washington, D. C.

STAT

[Redacted]
During the course of receiving final approval of our contract for the period November 1, 1961, to November 1, 1962, Mr. Irving Kator of the Civil Service Commission asked that we allow interest credit on the excess of collected premium income over current cash requirements.

After due consideration it was agreed that Mutual of Omaha would allow such interest credit; therefore, the enclosed letter was forwarded to Mr. Kator on October 24.

If you have any questions in regard to such allowances, please do not hesitate to contact us.

Yours sincerely,

A. W. Randall
Vice President

AWR:ES
Encl.

Oct 30 2 56 PM '61
RCD-IB/BSO

October 24, 1961

Mr. Irving Kator
Bureau of Retirement and Insurance
U. S. Civil Service Commission
Room 302, Pension Building
Washington 25, D. C.

Government Employees Health Association
Government Employees Benefit Association
American Foreign Service Protective
Association
American Federation of Government
Employees

Dear Mr. Kator:

This letter will confirm our telephone conversation of
October 20.

At the end of each contract period on each of the groups
captioned and insured by Mutual of Omaha, there will be an
interest credit allowed on the excess of collected premium
income over "current cash requirements." The term "current
cash requirements" shall, for the purposes of this computa-
tion, include paid claims, outstanding drafts and a pro
rata portion of the then current accounting year retention.

Yours sincerely,

A. W. Randall
Vice President

AWR:ES